



# City of Forest Grove Urban Renewal Agency 2023-24 Adopted Budget





FY 2023-24 Budget Message  
Urban Renewal Agency of the City of Forest Grove

To: The Budget Committee and the Residents of Forest Grove

It is my pleasure to present the ninth budget for the Urban Renewal Agency of the City of Forest Grove. The Urban Renewal Agency (URA) is overseen by the Mayor and City Councilors, making up the Board of Directors. The URA is charged with increasing taxable assessed value through urban revitalization within the Urban Renewal boundary for the future benefit of City services such as police, fire, parks, and library.

The URA was established in July 2014 and includes the Forest Grove Town Center and the Pacific Avenue/19<sup>th</sup> Avenue corridor to just past the Quince Street/Pacific Avenue intersection, or about 6% of the total area of the City. The principal revenue for the URA is the property tax increment increase between when the Agency was established and the property tax today.

The FY 2023-24 Proposed Budget for the Forest Grove URA is \$1,511,154, a 28% increase from the FY 2022-23 Adopted Budget of \$1,179,043. In addition to the URA not expending all of its budgeted funds, the increase is a result of property tax revenue from development within the URA boundary.

The major proposed expenditure is \$937,448 to repay in full the loan from the City of Forest Grove Capital Project Fund. Repaying the loan will free up future property tax revenue for other purposes and will give the URA more flexibility in future projects. The URA will still have \$426,306 in unallocated funds for FY 2023-24 after repayment of the loan.

The URA will focus on the development of the property located at the corner of B Street/Pacific Avenue in the coming fiscal year. Work on the Festival Street design continues. The city has applied for Federal funding for the project. Funds were allocated in order to continue storefront improvement efforts during FY 2023-24.

Respectfully submitted,

Jesse VanderZanden, Executive Director

**850 URBAN RENEWAL AGENCY**

<b>URA RESOURCES</b>		<b>2020-21</b>	<b>2021-22</b>	<b>2022-23</b>	<b>2023-24</b>	<b>2023-24</b>	<b>2023-24</b>
		<b>Actual</b>	<b>Actual</b>	<b>Adopted</b>	<b>Proposed</b>	<b>Approved</b>	<b>Adopted</b>
<b>PROPERTY TAXES</b>							
4000	Property Taxes	501,701	527,837	560,000	682,240	682,240	682,240
4020	Prior Years Property Taxes	4,454	6,096	7,100	5,000	5,000	5,000
<b>TOTAL PROPERTY TAXES</b>		<b>506,155</b>	<b>533,933</b>	<b>567,100</b>	<b>687,240</b>	<b>687,240</b>	<b>687,240</b>
<b>MISCELLANEOUS REVENUE</b>							
4700	Interest	5,585	2,049	2,000	8,500	8,500	8,500
<b>TOTAL MISCELLANEOUS REVENUE</b>		<b>5,585</b>	<b>2,049</b>	<b>2,000</b>	<b>8,500</b>	<b>8,500</b>	<b>8,500</b>
<b>FUND BALANCE AVAILABLE</b>							
4900	Fund Bal Avail For Approp.	382,667	475,165	609,943	815,414	815,414	815,414
<b>TOTAL URA RESOURCES</b>		<b>894,407</b>	<b>1,011,147</b>	<b>1,179,043</b>	<b>1,511,154</b>	<b>1,511,154</b>	<b>1,511,154</b>
<b>URA EXPENDITURES</b>							
		<b>2020-21</b>	<b>2021-22</b>	<b>2022-23</b>	<b>2023-24</b>	<b>2023-24</b>	<b>2023-24</b>
		<b>Actual</b>	<b>Actual</b>	<b>Adopted</b>	<b>Proposed</b>	<b>Proposed</b>	<b>Proposed</b>
<b>MATERIALS &amp; SERVICES</b>							
6125	Public Information	357	586	600	600	600	600
6135	Memberships	0	0	250	250	250	250
6200	Intergovernmental Services	10,126	33,969	88,705	95,850	95,850	95,850
6295	Attorney Services	635	0	10,000	10,000	10,000	10,000
6305	Professional Services	54,743	22,291	15,000	15,000	15,000	15,000
6325	Financial Services, Auditing, Invest	2,300	3,600	5,500	5,700	5,700	5,700
6425	Storefront Improvement Grants	0	4,710	40,000	20,000	20,000	20,000
6426	Public Art and Other Projects	32,389	4,600	20,000	0	0	0
6430	Undesignated Projects	0	0	680,297	426,306	426,306	426,306
<b>TOTAL MATERIALS &amp; SERVICES</b>		<b>100,550</b>	<b>69,756</b>	<b>860,352</b>	<b>573,706</b>	<b>573,706</b>	<b>573,706</b>
<b>DEBT SERVICE</b>							
8014	Principal	282,988	288,648	294,421	919,066	919,066	919,066
8114	Interest	35,703	30,043	24,270	18,382	18,382	18,382
<b>TOTAL DEBT SERVICE</b>		<b>318,691</b>	<b>318,691</b>	<b>318,691</b>	<b>937,448</b>	<b>937,448</b>	<b>937,448</b>
<b>UNAPP FUND BALANCE</b>							
8450	Unapp Fund Balance	0	0	0	0	0	0
<b>TOTAL URA EXPENDITURES</b>		<b>419,241</b>	<b>388,447</b>	<b>1,179,043</b>	<b>1,511,154</b>	<b>1,511,154</b>	<b>1,511,154</b>